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## INFORMATION REPORT INFORMATION REPORT

## CENTRAL INTELLIGENCE AGENCY

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| COUNTRY                                  | Hungary   | REPORT   |                             |
| SUBJECT                                  | Imminence of Hostilities                                  | DATE DISTR.  | 25X1                        |
|  |   | NO. PAGES 1 REQUIREMENT NO. RD                               | 25X1                        |
| DATE OF<br>INFO.<br>PLACE &<br>DATE ACQ. |   | REFERENCES   | 25X1                        |
| DATE ACQ.                                | SOURCE EVALUATIONS ARE DEFINITIVE                         | E. APPRAISAL OF CONTENT IS TENTATIVE                         | 25X1                        |
|  |   |  |                             |
|  | Matters of priority important full detail in this report. | report on the imminence of hee for early warning are dealt w | nostilities.  rith in  25X1 |
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| STATE        | #X ARMY             | #X NAVY             | #X AIR                | #X FBI | AEC |      | $\top$ |
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|  |  |   |                        |
| NTRY: Hungary  |  | DATE: 2   | 25 July 1957           |
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| the assigned to the Beloid November 1956 to March                          | 1957.  | ations Factory                                      | (BHG) from             |
| to provide security id<br>sisted of approximatel<br>army officers who were | or the ractory. The state of th | ssion of this<br>This security f<br>composed mostly | orce con-<br>of former |
| and several unidentifi<br>this unit wore the pre<br>insignia of the indivi | led heavy machine<br>e-revolutionary ar  | guns. The per                                       | sonnel in<br>h the old |

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|   | 25%   |
| security forces in all of the major industrial plant pest as well as in other major Hungarian cities.   | s in Buda-  |
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| was an unidentified Soviet armored unit located at A E 18-41).  | there lag (N 46-48,   |
| of Soviet infantry and armor troops in Budapest the Soviet forces which occupied Budapest in the lat of the revolution were exceptionally well armed and with new-looking weapons. Among these weapons were fied tank, which weighed about 80 tons; an unidentif  | anasi namalana a  |
| approximately 160-millimeter caliber was mounted on new models of sub-machine guns and heavy which were mounted on small carts.   | the tank.<br>Machine guns(sic),   |
| number of new-type portable radios  | unknown   |
|   |   |
| radio jamming station local Szabadsag Hill in Budapest. This station was operate air force and was remote-controlled from an operation docated on Gellert Hill (Gellert Hegy Szikla Kozpont equipment used in the station was a simple. Soviet-tracet.  | d by the is center  |
| Jamming station was located on Harmas Hatar H   | another 2   |
| pest. This station, which was generally known as a rejamming station, was operated by AVH personnel. This station had the same type of equipment as the Samuell station.  | 25  |
| In September or October 1956 two antigun positions, one of which was located on Szabadsag Budapest. This position had six or eight unidentified meter antiaircraft guns in position. The other gun plocated on Rozsa Hill in Budapest, and it comprised eigentified 85-millimeter antiaircraft guns in position   | d 85-milli-<br>osition was<br>eht uni-                                      |
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| all intelligence activities were controlled and KATFOL (Katonai Politikai Csoport Fonokseg - Military Proup Directorate), which was headed by Major General REVESZ.   | Political   |
| There were several instances of sudden increases in no people arrested by the Security Police after the revolution 10 December 1956, high standing members of work were arrested in all factories located in Budapest an industrial cities, such as Miskolc (N 48-06, E 20-47) best, about 30 similar high-standing labor leaders we have accused of participating in organized resisting the regime and of supplying military informatic powers during and after the revolution. | lution. ers' councils d in other . In Buda- re arrested. tance n to Western |
| AND AND SHE STACK AND LEADINGTON  | 25  |
| These individuals were imprisoned   | in the FO   |

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Street military prison. In early January 1957, a second wave of arrests occurred, involving mostly newspapermen, reporters, and university students who were writing and publishing the underground newspaper Elunk (We Live). A third series of arrests took place at the end of January and beginning of February 1957, when leaders and members of workers! councils were arrested

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- 7. Travel to the West was restricted after the revolution and several control points were established at railroad stations and at important highway crossings. Forbidden zones were established near the border areas. For example, at the Hungarian-Yugoslav border, the forbidden zone was 20 kilometers wide. Special police permits were required to enter such forbidden zones. However, there was little or no increase in document checks. During the end of March 1957, a curfew between the hours of 0001 and 0500 was established in all of Hungary. Everyone had to be off the streets during that period.
- 8. From the beginning of March 1957, young workers in all Hungarian factories were recruited for the Security forces to form the so-called "Worker Guards". They were armed with Soviet-type sub-machine guns, pistols, and hand grenades. Recruitment was on a voluntary basis and the selection standards were high

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they might have received some extra pay and, because of training schedules, had their factory workload reduced. About 15 March 1957, pictures of the first "Worker Guards" units appeared in Hungarian newspapers. The reaction of the Hungarian people was one of "hatred", because the worker guards reminded the Hungarians of the AVO, not so much because of their uniform but because of the expression on their faces.

Generally, there were no shortages of essential goods, but there was a decrease in quality and an increase in price. Food, clothing, and household implements were available, but the quality was extremely poor and the price very high. Immediately after the revolution, people bought up luxury goods in large quantities as a form of investment. There was a subsequent shortage of luxury goods; especially critical shortage of bicycles. Drugs were not affected, since they had never been readily available before the revolution.

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10. Wages generally decreased after the revolution. Just before and during the revolution, the norms system was abolished and an increase in wages occurred. However, during the period December 1956 to January 1957, the former norms were restored under an even more severe form. As a result, workers earned less than before the revolution. Technical personnel and clerks, until recently, received their salary in two parts: (a) a fixed monthly amount and, (b) a premium which was paid about every three months. Originally, the premium represented compensation for extra work, but later, it became a standard supplementary payment. Recently, however, the Hungarian Government decided that this method of

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| ment decided, the<br>fixed amount whice<br>concurrently, the<br>premiums more sev | personnel and clerks was improper. The Governmentore, to raise the basic wage by a small ch represented less than the former premiums; government made the conditions for earning the vere. The end result was a five percent delary of technical personnel and clerks. |
| Censorship of civ   | vilian mail started after the revolution. Letters   |
| ries were planning as construction of the revolution.                             | ation, the BHG factory and other Budapest factoring extensive additions to their plants, as well of new ones. These plans were cancelled after no actual construction are interrupted before completion.  |
| Since end Novembe<br>President Kadar i  | r 1956, it has been rumored that Minister s "half mad".   |
|   |   |
|   | there were no restrictions on weather broad-  |

